

Carroll County School District 2018-19 Maintenance of Effort (MOE) Procedures

In an effort to keep policy for all grants consistent, the Carroll County School District implements the new federal guidelines regarding MOE for all federal grants immediately.

Calculation of MOE - The Carroll County School District uses the following MOE formula:
Column 1 less Column 2

Column 1

Funds:

1000 - 1999 General Funds
2001 Uniform Millage
2090 Extended School Year
2100 - 2199 Child Nutrition Programs
2410 EEF - Building & Buses
2420 EEF - Textbook
2430 EEF - Transportation
2440 EEF - Instructional Supply
2711 Voc. Ed. Basic

GL Code = 900 (Expenditures)

Expenditure Functions:

1000 - 1999 Instruction
2000 - 2999 Support Services
3100 - 3199 Food Service Operations
3900 Other Non-Instructional

Object Codes:

100 - 199 Personal Serv. Salaries
200 - 299 Personal Serv. Employee Benefits
300 - 399 Purchased Services - Prof./Tech. Ser.
400 - 499 Purchases Property Services
500 - 599 Other Purchased Services
600 - 699 Supplies
740 Furniture & Equip. (Not Capitalized)
810 Dues & Fees
890 Misc. Expenditures

Column 2

Funds:

1000 - 1999 General Funds
2001 Uniform Mileage
2090 Extended School Year
2100-2199 Child Nutrition Program
2410 EEF - Building & Buses
2420 EEF - Textbook
2430 EEF - Transportation
2440 EEF - Instructional Supply
2711 Voc. ED. Basic

GL Code = 800 (Revenues)

Revenue Functions:

4000 - 4999 Federal Sources

Requirement of MOE and Failure to meet MOE procedures –

Section 9521 of Every Student Succeeds Act (ESSA) provides that an Local Education Agency (LEA) may receive funds under Title I, Part A for any fiscal year only if the State Education Agency (SEA) finds that either the combined fiscal effort per students or aggregate expenditures of the LEA and the State with respect to the provision of free public education by the LEA for the preceding fiscal year was not less than 90% of the combined fiscal effort or aggregate expenditures for the second preceding fiscal year.

If an LEA fails to meet the MOE requirement, the State Education Agency (SEA) must reduce the amount of funds allocated under the programs covered by the MOE requirement in any fiscal year in the exact proportion by which the LEA fails to maintain effort by falling below 90% of either the combined fiscal effort per student or aggregate expenditure. In reducing the LEA's allocation because it failed to meet the MOE requirement, the SEA uses the measure most favorable to the LEA.

Section 8521(b)(1) of ESSA states that if the LEA fails to meet MOE but has met MOE requirements for the five immediately preceding fiscal years, then funding will not be reduced.

Monitoring -

Carroll County School District's Business Manager monitors the MOE process. The following expenditures are used in the monitoring process: administration, instruction, attendance and health services, pupil transportation services, and operation and maintenance of plant, fixed charges, and net expenditures to cover deficits for food services and student body activities.

The calculation above is used in the monitoring of MOE.

Waiver –

The LEA may apply to the Secretary of Education, through the SEA, to waive the penalty for missing the MOE requirement, allowing the LEA to receive its full allocation Title I, Part A and other covered ESEA programs for that year. The secretary is permitted to waive the MOE requirement if the wavier is determined to be equitable.

Equitable reasons:

- Exceptional or uncontrollable circumstances such as a natural disaster
- A change in organizational structure (ESSA section 8521©(1))
- Precipitous decline in the financial resources of the LEA (ESA Section 8521©(2))

If an LEA is granted a waiver, the year in which the Waiver is issued will count as meeting the requirements of MOE.